



**Chevron Resources Company** 

A Division of Chevron Industries, Inc. 595 Market Street, San Francisco, California Mail Address: P.O. Box 3722, San Francisco, CA 94119

February 23, 1981

Mr. James W. Smith, Jr. State of Utah Division of Oil, Gas and Mining 1588 West North Temple Salt Lake City, UT 84116

DIVISION OF OIL, GAS & MINING

Dear Mr. Smith:

Chevron Resources Company, acting as agent for Chevron U.S.A. will operate the phosphate mining and beneficiating operation north of Vernal, Utah after the transfer of assets to Chevron U.S.A. by the Stauffer Chemical Company. This transfer is scheduled to close on February 27, 1981, but, of course, is subject to the approval of the Federal Trade Commission.

Subject to the actual transfer of assets, Chevron Resources Company is requesting that the contract dated April 23, 1980, between Stauffer Chemical Company and the State of Utah, Department of Natural Resources, Board of Oil, Gas and Mining be assigned or reissued to Chevron Resources Company, Agent for Chevron U.S.A.

We will assume the duties and responsibilities formerly assumed by Stauffer Chemical Company with regard to the contract including conduct of operations and reclamation. Personnel on site are not expected to change. Any significant modification to the operations will be discussed with your office in accordance with your procedures.

We are looking forward to working with you and your agency in the future.

Sincerely,

J. G. Turner Attorney-in-fact

cc: F. L. Riding J. H. Bailey